



**State of Utah**

**Department of  
Natural Resources**

MICHAEL R. STYLER  
*Executive Director*

**Division of  
Oil, Gas & Mining**

JOHN R. BAZA  
*Division Director*

JON M. HUNTSMAN, JR.  
*Governor*

GARY R. HERBERT  
*Lieutenant Governor*

May 25, 2005

TO: Paula Dupin-Zahn, Accounting Supervisor

THRU: John Baza, Director *JB*

THRU: Mary Ann Wright, Associate Director *MW*  
*For review*

THRU: Susan White, Permit Supervisor *SMW*

FROM: Tom Munson, Reclamation Specialist *JB for TM*

SUBJECT: Request to Return the Recent Cash Surety Bond from State Treasurer's Office to the Division of Oil, Gas and Mining, Burningham Enterprises, Mammoth Ridge #1 Mine, S/017/048, Garfield County, Utah

We notified Gary Burningham, who recently posted a \$5,000 check as their form of reclamation surety, that the State Treasurer's office could no longer manage financial accounts at no cost to the operator. He was informed that if he wished to maintain a cash bond, there would be an annual account management fee, and the Division would have to request additional surety to cover these costs. We informed Mr. Burningham that it may be in his best interest to post a Certificate of Deposit (CD) or Letter of Credit rather than cash.

On May 25, 2005, Mr. Burningham posted a \$15,500 CD rather than post additional monies for maintenance fees (he is proposing to expand his site; thus the additional surety). We request that the State Treasurer's office return a \$5,000 check to the Division of Oil, Gas and Mining, which they hold for Mr. Burningham's Mammoth Ridge site. We will then return the check to him along with the approval of the CD which he has now posted.

Thank you for your help in resolving this situation.

TM:jb

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